

**UNITED STATES DISTRICT COURT
WESTERN DISTRICT OF TEXAS
AUSTIN DIVISION**

YETI Coolers, LLC,

Plaintiff,

v.

Wal-Mart Stores, Inc. and

Olympia Tools International, Inc.,

Defendants.

Case No. 1:16-cv-00454

**FIRST AMENDED COMPLAINT FOR
DAMAGES AND INJUNCTIVE RELIEF
FOR:**

- (1) TRADE DRESS DILUTION IN
VIOLATION OF TEX. BUS. & COM.
CODE § 16.103;**
- (2) PATENT INFRINGEMENT IN
VIOLATION OF 35 U.S.C. § 271**
- (3) TRADE DRESS INFRINGEMENT IN
VIOLATION OF 15 U.S.C. § 1125(a);**
- (4) UNFAIR COMPETITION AND FALSE
DESIGNATION OF ORIGIN IN
VIOLATION OF 15 U.S.C. § 1125(a);**
- (5) TRADE DRESS DILUTION IN
VIOLATION OF 15 U.S.C. § 1125(c);**
- (6) COMMON LAW TRADE DRESS
INFRINGEMENT;**
- (7) COMMON LAW UNFAIR
COMPETITION;**
- (8) COMMON LAW
MISAPPROPRIATION; AND**
- (9) UNJUST ENRICHMENT.**

Jury Trial Demanded

FIRST AMENDED COMPLAINT

Plaintiff, YETI Coolers, LLC (“YETI”), for its first amended complaint against Wal-Mart Stores, Inc. (“Wal-Mart”) and Olympia Tools International, Inc. (“Olympia”) (collectively “Defendants”) alleges as follows:

The Parties

1. YETI is a company organized and existing under the laws of the State of Delaware with a principal place of business at 5301 Southwest Parkway, Suite 200, Austin, TX 78735.

2. Upon information and belief, Wal-Mart Stores, Inc. is a corporation organized under the laws of the State of Delaware with a principal place of business at 702 S.W. 8th Street, Bentonville, Arkansas, 72716, that does business under the name Walmart, including through the web site www.walmart.com.

3. Upon information and belief, Olympia Tools International, Inc. is a corporation organized under the laws of the State of California, with a principal place of business at 929 N. Grand Avenue, Covina, CA 91724, that does business including through the website www.olympiatools.com. Upon information and belief, Olympia is a supplier to Wal-Mart, including a supplier of the infringing products described below.

Jurisdiction and Venue

4. This is an action for trade dress dilution, patent infringement, trade dress infringement, unfair competition and false designation of origin, misappropriation, and unjust enrichment. This action arises under the Texas Business & Commerce Code, the Patent Act, 35 U.S.C. § 1, *et seq.*, the Trademark Act of 1946, 15 U.S.C. § 1051, *et seq.* (“the Lanham Act”), federal common law, and state common law, including the law of Texas.

5. This Court has subject matter jurisdiction over this action pursuant to at least 15 U.S.C. § 1121(a) and 28 U.S.C. §§ 1331, 1338(a) & (b), and 1367(a).

6. This Court has personal jurisdiction over Wal-Mart because, *inter alia*, Wal-Mart is doing business in the State of Texas, including in this District. For example, and as discussed in more detail below, (i) Wal-Mart’s principal web site (www.walmart.com) reaches into Texas, including this District, on which Wal-Mart has advertised, promoted, offered for sale, sold, and distributed, and continues to advertise, promote, offer for sale, sell, and distribute infringing products to customers and potential customers, (ii) Wal-Mart’s tortious acts giving rise to this

lawsuit are occurring in the State of Texas, including in this District, and (iii) Wal-Mart's customers and/or potential customers reside in the State of Texas, including in this District.

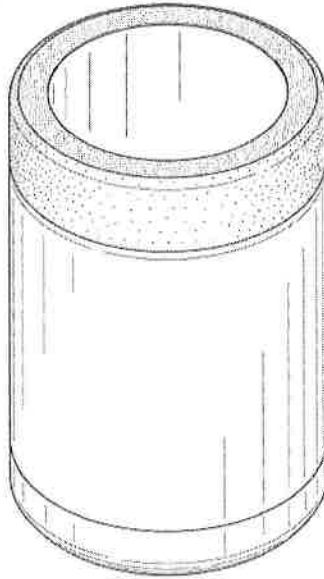
7. This Court has personal jurisdiction over Olympia because, *inter alia*, Olympia has consented to personal jurisdiction in Texas in a prior case (for example Case No. 6:10-cv-690, in the Eastern District of Texas) and on information and belief Olympia has conducted business in the state of Texas, and/or has engaged in continuous and systematic activities in the State of Texas, including in this District. For example (i) Olympia's principal web site (www.olympiatools.com) reaches into Texas, including this District, on which Olympia has advertised, promoted, offered for sale, sold, and distributed, and continues to advertise, promote, offer for sale, sell, and distribute its products to customers and potential customers, (ii) Olympia's tortious acts giving rise to this lawsuit are occurring in the State of Texas, including in this District, and (iii) Olympia's customers and/or potential customers reside in the State of Texas, including in this District.

8. Venue is proper in this District pursuant to at least 28 U.S.C. §§ 1391(b) and (c).

General Allegations – YETI's Business and Intellectual Property

9. For many years, YETI has continuously engaged in the development, manufacture, and sale of premium, heavy-duty insulated drinkware. YETI created unique, distinctive, and non-functional designs to use with YETI's insulated drinkware.

10. Among other intellectual property, YETI owns U.S. Design Patent No. D752,397 ("the '397 patent") related to the YETI Rambler™ Colster® beverage holder. The '397 patent is entitled "Beverage Holder." On March 29, 2016, the '397 patent was duly and legally issued by the U.S. Patent Office to YETI. YETI owns the entire right, title, and interest to the '397 patent. A copy of the '397 patent is attached as Exhibit 1. An exemplary view of the claim of the '397 patent is displayed in Illustration 1 below.

Illustration 1: Exemplary View of YETI's '397 Patent Claim.

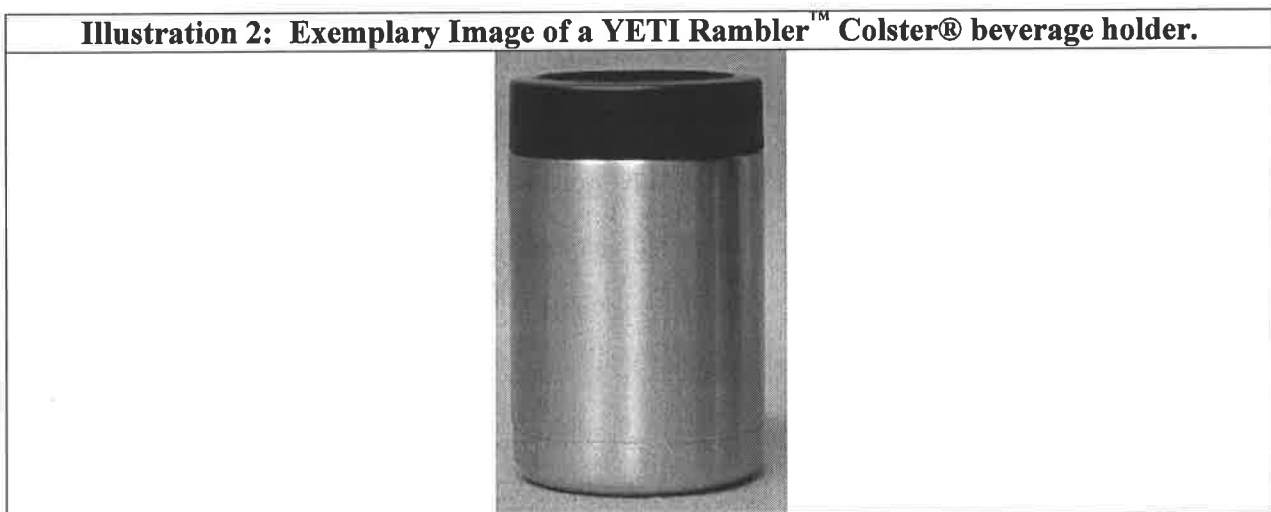
11. YETI also owns trade dress rights relating to the source identifying features of its insulated drinkware designs. YETI has extensively and continuously promoted and used its designs for years in the United States and in Texas. Through that extensive and continuous promotion and use, YETI's designs have become well-known indicators of the origin and quality of YETI's insulated drinkware products. YETI's designs also have acquired substantial secondary meaning in the marketplace and have become famous.

12. Specifically, YETI sells the following insulated drinkware products, the "YETI 30 oz. Rambler™ Tumbler," the "YETI 20 oz. Rambler™ Tumbler," and the "YETI Rambler™ Colster®" beverage holder. Hereinafter these are referred to as "the Rambler™ Drinkware." YETI has invested substantially in the design, development, manufacture, and marketing of the Rambler™ Drinkware.

13. YETI has enjoyed significant sales of the Rambler™ Drinkware throughout the United States, including sales to customers in the state of Texas. YETI has expended significant resources advertising and marketing the Rambler™ Drinkware.

14. The Rambler™ Drinkware designs also have distinctive and non-functional features that identify to consumers that the origin of the Rambler™ Drinkware is YETI. As a result of at least YETI's continuous and exclusive use of the Rambler™ Drinkware, YETI's marketing, advertising, and sales of the Rambler™ Drinkware, and the highly valuable goodwill and substantial secondary meaning acquired as a result, YETI owns trade dress rights in the designs and appearances of the Rambler™ Drinkware, which consumers have come to uniquely associate with YETI. YETI's trade dress rights in the designs and appearances of the Rambler™ Drinkware are collectively referred to as "YETI's Trade Dress."

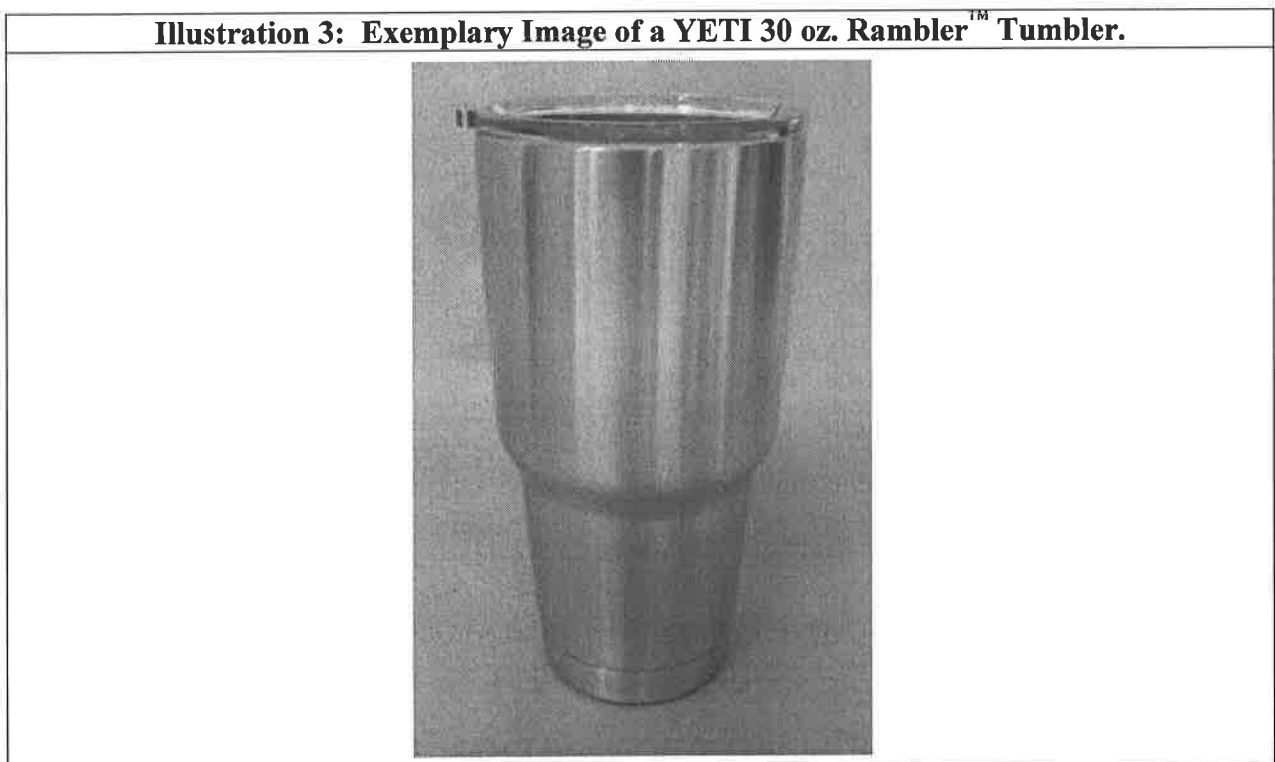
15. Illustration 2 below shows an exemplary image of a YETI Rambler™ Colster® beverage holder sold by YETI.



16. YETI has trade dress rights in the overall look and appearance of the YETI Rambler™ Colster® beverage holder, including, but not limited to, the visual flow of the YETI Rambler™ Colster® beverage holder; the curves, tapers, and lines in the YETI Rambler™ Colster® beverage holder; the design, style and appearance of these curves, tapers, and lines in the YETI Rambler™ Colster® beverage holder; the visual connection and relationship between the curves, tapers, and lines in the YETI Rambler™ Colster® beverage holder; the style, design and appearance of design aspects of the YETI Rambler™ Colster® beverage holder; the design and appearance of the walls of the YETI Rambler™ Colster® beverage holder; the design and

appearance of the rim of the YETI Rambler™ Colster® beverage holder; the design and appearance of the gasket of the YETI Rambler™ Colster® beverage holder; the design, appearance, and placement of the top plane of the gasket of the YETI Rambler™ Colster® beverage holder; the design, appearance, and placement of the side walls of the container and the side walls of the gasket of the YETI Rambler™ Colster® beverage holder; the design, appearance, and placement of the style line around the base of the YETI Rambler™ Colster® beverage holder; the design and appearance of the bottom of the YETI Rambler™ Colster® beverage holder; the color contrast and color combinations of the container of the YETI Rambler™ Colster® beverage holder and the gasket of the YETI Rambler™ Colster® beverage holder; and the overall look and appearance of the container and the container with the gasket that YETI uses in connection with the YETI Rambler™ Colster® beverage holder.

17. Illustration 3 below shows an exemplary image of a YETI 30 oz. Rambler™ Tumbler sold by YETI.



18. YETI has trade dress rights in the overall look and appearance of the YETI 30 oz.

Rambler™ Tumbler, including, but not limited to, the visual flow of the YETI 30 oz. Rambler™ Tumbler; the curves, tapers, and lines in the YETI 30 oz. Rambler™ Tumbler; the design, style, and appearance of these curves, tapers, and lines in the YETI 30 oz. Rambler™ Tumbler; the visual connection and relationship between the curves, tapers, and lines in the YETI 30 oz. Rambler™ Tumbler; the style, design, and appearance of design aspects of the YETI 30 oz. Rambler™ Tumbler; the design and appearance of the walls of the YETI 30 oz. Rambler™ Tumbler; the design and appearance of the rim of the YETI 30 oz. Rambler™ Tumbler; the design, appearance, and placement of the taper in the side wall of the YETI 30 oz. Rambler™ Tumbler; the design, appearance, and placement of the upper portion, mid portion, and bottom portion of the side wall of the YETI 30 oz. Rambler™ Tumbler; the design, appearance, and placement of the style line around the base of the YETI 30 oz. Rambler™ Tumbler; the design, appearance, and placement of the tab on the lid of the YETI 30 oz. Rambler™ Tumbler; the design, appearance, and placement of the drinking opening on the lid of the YETI 30 oz. Rambler™ Tumbler; the design, appearance, and placement of the top plane of the lid of the YETI 30 oz. Rambler™ Tumbler; the design, appearance, and placement of the side walls of the lid of the YETI 30 oz. Rambler™ Tumbler; the color contrast and color combinations of the YETI 30 oz. Rambler™ Tumbler and the tumbler lid on the YETI 30 oz. Rambler™ Tumbler; and the overall look and appearance of the tumbler and the tumbler with the tumbler lid that YETI uses in connection with the YETI 30 oz. Rambler™ Tumbler.

19. Illustration 4 below shows an exemplary image of a YETI 20 oz. Rambler™ Tumbler sold by YETI.

Illustration 4: Exemplary Image of a YETI 20 oz. Rambler™ Tumbler.

20. YETI has trade dress rights in the overall look and appearance of the YETI 20 oz. Rambler™ Tumbler, including, but not limited to, the visual flow of the YETI 20 oz. Rambler™ Tumbler; the curves, tapers, and lines in the YETI 20 oz. Rambler™ Tumbler; the design, style and appearance of these curves, tapers, and lines in the YETI 20 oz. Rambler™ Tumbler; the visual connection and relationship between the curves, tapers, and lines in the YETI 20 oz. Rambler™ Tumbler; the style, design and appearance of design aspects of the YETI 20 oz. Rambler™ Tumbler; the design and appearance of the walls of the YETI 20 oz. Rambler™ Tumbler; the design and appearance of the rim of the YETI 20 oz. Rambler™ Tumbler; the design, appearance, and placement of the taper in the side wall of the YETI 20 oz. Rambler™ Tumbler; the design, appearance, and placement of the style line around the base of the YETI 20 oz. Rambler™ Tumbler; the design, appearance, and placement of the tab on the lid of the YETI 20 oz. Rambler™ Tumbler; the design, appearance, and placement of the drinking opening on the lid of the YETI 20 oz. Rambler™ Tumbler; the design, appearance, and placement of the top plane of the lid of the YETI 20 oz. Rambler™ Tumbler; the design, appearance, and placement of the side walls of the lid of the YETI 20 oz. Rambler™ Tumbler; the color contrast and color combinations of the YETI 20 oz. Rambler™ Tumbler and the tumbler lid on the YETI 20 oz.

Rambler™ Tumbler; and the overall look and appearance of the tumbler and the tumbler with the tumbler lid that YETI uses in connection with the YETI 20 oz. Rambler™ Tumbler.

21. As a result of YETI's exclusive, continuous and substantial use, advertising, and sales of insulated drinkware products bearing YETI's Trade Dress, and the publicity and attention that has been paid to YETI's Trade Dress, YETI's Trade Dress have become famous and have acquired valuable goodwill and substantial secondary meaning in the marketplace, as consumers have come to uniquely associate them as source identifiers of YETI.

General Allegations – Wal-Mart's and Olympia's Unlawful Activities

22. Wal-Mart has purposefully advertised, promoted, offered for sale, sold, and distributed, and continues to advertise, promote, offer for sale, sell, and distribute drinkware products that violate YETI's rights, including the rights protected by the '397 patent and YETI's Trade Dress. On information and belief, Wal-Mart also has, and is having, *inter alia*, Olympia make, import and sell the infringing products into the United States. Wal-Mart's and Olympia's infringing products are confusingly similar imitations of YETI's products and are in the same size as YETI's products. Wal-Mart's and Olympia's actions have all been without the authorization of YETI.

23. Illustrations 5-7 below show examples of Wal-Mart's and Olympia's infringing products.

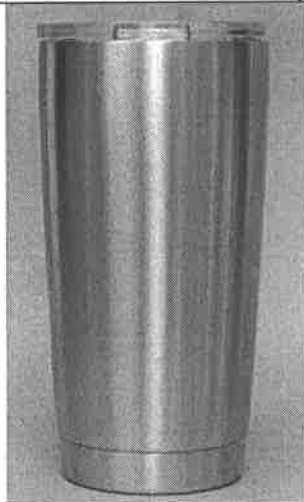
Illustration 5: Exemplary Image of Wal-Mart's and Olympia's "Koozie" Infringing Product.



Illustration 6: Exemplary Image of Wal-Mart's and Olympia's 30 oz. Infringing Product.



Illustration 7: Exemplary Image of Wal-Mart's and Olympia's 20 oz. Infringing Product.



24. As a result of Wal-Mart's and Olympia's activities related to the infringing products, there is a strong likelihood of confusion between Wal-Mart and Olympia and its products on the one hand, and YETI and its products on the other hand.

25. YETI used YETI's Trade Dress extensively and continuously before Wal-Mart and Olympia began advertising, promoting, selling, offering to sell, or distributing its infringing products. Moreover, YETI's Trade Dress became famous and acquired secondary meaning in the United States and in the State of Texas generally and in geographic areas in Texas before Wal-Mart and Olympia commenced unlawful use of YETI's Trade Dress.

26. As discussed above and as set forth in the counts below, Wal-Mart's and

Olympia's actions are unfair and unlawful.

Count I:

Trade Dress Dilution Under Tex. Bus. & Com. Code § 16.103

27. YETI realleges and incorporates the allegations set forth in paragraphs 1 through 24 as though fully set forth herein.

28. Wal-Mart's and Olympia's advertisements, promotions, offers to sell, sales, and/or distribution of the infringing products violate § 16.103 of the Texas Business & Commerce Code.

29. YETI's Trade Dress is entitled to protection under Texas law. YETI's Trade Dress includes unique, distinctive, and non-functional designs. YETI has extensively and continuously promoted and used its Trade Dress in the United States and in the State of Texas. Through that extensive and continuous use, YETI's Trade Dress has become famous and a well-known indicator of the origin and quality of YETI's insulated drinkware products in the United States and in the State of Texas and in geographic areas in Texas, and YETI's Trade Dress is widely recognized by the public throughout Texas and in geographic areas in Texas as a designation of the source of YETI and YETI's insulated drinkware products. YETI's Trade Dress also acquired substantial secondary meaning in the marketplace, including in the State of Texas and in geographic areas in Texas. Moreover, YETI's Trade Dress became famous and acquired this secondary meaning before Wal-Mart and Olympia commenced their unlawful use of YETI's Trade Dress in connection with the infringing products.

30. Wal-Mart's and Olympia's use of YETI's Trade Dress and colorable imitations thereof is likely to cause, and has caused, dilution of YETI's famous Trade Dress at least by eroding the public's exclusive identification of YETI's famous Trade Dress with YETI, by lessening the capacity of YETI's famous Trade Dress to identify and distinguish YETI's insulated drinkware products, by associating YETI's Trade Dress with products of inferior quality, and by impairing the distinctiveness of YETI's famous Trade Dress.

31. Wal-Mart's and Olympia's use of YETI's Trade Dress, and/or colorable imitations thereof has caused, and, unless enjoined, will continue to cause, substantial and irreparable injury to YETI for which YETI has no adequate remedy at law, including at least substantial and irreparable injury to the goodwill and reputation for quality associated with YETI's Trade Dress with YETI and YETI's drinkware products.

32. On information and belief, Wal-Mart's and Olympia's use of YETI's Trade Dress has been intentional, willful, and malicious. Wal-Mart's and Olympia's bad faith is evidenced at least by the similarity of the infringing products to YETI's Trade Dress, as demonstrated in, for example, Illustrations 2-7 above, and by Wal-Mart's and Olympia's continuing disregard for YETI's rights.

33. YETI is entitled to injunctive relief, and YETI is also entitled to recover at least Wal-Mart's and Olympia's profits, actual damages, enhanced profits and damages, and reasonable attorney fees under at least Tex. Bus. & Com. Code § 16.104.

Count II:
Patent Infringement Under 35 U.S.C. § 271

34. YETI realleges and incorporates the allegations set forth in paragraphs 1 through 31 as though fully set forth herein.

35. Wal-Mart and Olympia have infringed and continue to infringe the '397 patent at least by using, selling, offering to sell the Wal-Mart "Koozie" beverage holders, as identified in paragraph 21, and on information and belief by making and/or importing into the United States the Wal-Mart "Koozie" beverage holders, which are covered by the claim of the '397 patent.

36. Wal-Mart's and Olympia's acts of infringement have been without express or implied license by YETI, are in violation of YETI's rights, and will continue unless enjoined by this Court.

37. This is an exceptional case in view of, *inter alia*, Wal-Mart's and Olympia's activities and blatant infringement.

38. YETI has been, is being, and will continue to be injured and has suffered, is suffering, and will continue to suffer injury and damages for which it is entitled to relief at least under at least 35 U.S.C. §§ 281, 284, 285, and 289.

39. Wal-Mart and Olympia also have caused, are causing, and will continue to cause irreparable harm to YETI for which there is no adequate remedy at law and for which YETI is entitled to injunctive relief under at least 35 U.S.C. § 283.

Count III:

Trade Dress Infringement Under § 43(a) of the Lanham Act, 15 U.S.C. § 1125(a)

40. YETI realleges and incorporates the allegations set forth in paragraphs 1 through 37 as though fully set forth herein.

41. Wal-Mart's and Olympia's advertisements, promotions, offers to sell, sales, manufacture, importation and/or distribution of the infringing products violate § 43(a) of the Lanham Act, 15 U.S.C. § 1125(a) by infringing YETI's Trade Dress. Wal-Mart's and Olympia's use of YETI's Trade Dress and/or colorable imitations thereof is likely to cause confusion, mistake, or deception as to the affiliation, connection, and/or association of Wal-Mart and Olympia with YETI and as to the origin, sponsorship, and/or approval of the infringing products, at least by creating the false and misleading impression that the infringing products are manufactured by, authorized by, or otherwise associated with YETI.

42. YETI's Trade Dress is entitled to protection under the Lanham Act. YETI's Trade Dress includes unique, distinctive, and non-functional designs. YETI has extensively and continuously promoted and used its Trade Dress in the United States. Through that extensive and continuous use, YETI's Trade Dress has become a well-known indicator of the origin and quality of YETI's insulated drinkware products. YETI's Trade Dress has also acquired substantial secondary meaning in the marketplace. Moreover, YETI's Trade Dress acquired this secondary meaning before Wal-Mart and Olympia commenced their unlawful use of YETI's Trade Dress in connection with the infringing products.

43. Wal-Mart's and Olympia's use of YETI's Trade Dress has caused and, unless enjoined, will continue to cause substantial and irreparable injury to YETI for which YETI has no adequate remedy at law, including at least substantial and irreparable injury to the goodwill and reputation for quality associated with YETI's Trade Dress with YETI and YETI's drinkware products.

44. On information and belief, Wal-Mart's and Olympia's use of YETI's Trade Dress has been intentional, willful, and malicious. Wal-Mart's and Olympia's bad faith is evidenced at least by the similarity of the infringing products to YETI's Trade Dress, as demonstrated in, for example, Illustrations 2-7 above, and by Wal-Mart's and Olympia's continuing disregard for YETI's rights.

45. YETI is entitled to injunctive relief, and YETI is entitled to recover at least Wal-Mart's and Olympia's profits, YETI's actual damages, enhanced damages, costs, and reasonable attorney fees under at least 15 U.S.C. §§ 1125(a), 1116, and 1117.

Count IV:
Unfair Competition and False Designation of Origin Under § 43(a)
of the Lanham Act, 15 U.S.C. § 1125(a)

46. YETI realleges and incorporates the allegations set forth in paragraphs 1 through 43 as though fully set forth herein.

47. Wal-Mart's and Olympia's advertisements, promotions, offers to sell, sales, manufacture, importation and/or distribution of the infringing products, in direct competition with YETI, violate § 43(a) of the Lanham Act, 15 U.S.C. § 1125(a) and constitute unfair competition and false designation of origin, at least because Wal-Mart and Olympia have obtained an unfair advantage as compared to YETI through Wal-Mart's and Olympia's use of YETI's Trade Dress and because such uses are likely to cause consumer confusion as to the origin and/or sponsorship/affiliation of the infringing products, at least by creating the false and misleading impression that the infringing products are manufactured by, authorized by, or otherwise associated with YETI.

48. YETI's Trade Dress is entitled to protection under the Lanham Act. YETI's Trade Dress includes unique, distinctive, and non-functional designs. YETI has extensively and continuously promoted and used its Trade Dress in the United States. Through that extensive and continuous use, YETI's Trade Dress has become a well-known indicator of the origin and quality of YETI's insulated drinkware products. YETI's Trade Dress has also acquired substantial secondary meaning in the marketplace. Moreover, YETI's Trade Dress acquired this secondary meaning before Wal-Mart and Olympia commenced their unlawful use of YETI's Trade Dress in connection with the infringing products.

49. Wal-Mart's and Olympia's use of YETI's Trade Dress and/or colorable imitations thereof has caused and, unless enjoined, will continue to cause substantial and irreparable injury to YETI for which YETI has no adequate remedy at law, including at least substantial and irreparable injury to the goodwill and reputation for quality associated with YETI's Trade Dress with YETI and YETI's drinkware products.

50. On information and belief, Wal-Mart's and Olympia's use of YETI's trade dress has been intentional, willful, and malicious. Wal-Mart's and Olympia's bad faith is evidenced at least by the similarity of the infringing products to YETI's Trade Dress, as demonstrated in, for example, Illustrations 2-7 above, and by Wal-Mart's and Olympia's continuing disregard for YETI's rights.

51. YETI is entitled to injunctive relief, and YETI is also entitled to recover at least Wal-Mart's and Olympia's profits, YETI's actual damages, enhanced damages, costs, and reasonable attorney fees under at least 15 U.S.C. §§ 1125(a), 1116, and 1117.

Count V:

Trade Dress Dilution Under § 43(c) of the Lanham Act, 15 U.S.C. § 1125(c)

52. YETI realleges and incorporates the allegations set forth in paragraphs 1 through 49 as though fully set forth herein.

53. Wal-Mart's and Olympia's advertisements, promotions, offers to sell, sales, manufacture, importation and/or distribution of the infringing products violate § 43(c) of the Lanham Act, 15 U.S.C. § 1125(c).

54. YETI's Trade Dress is entitled to protection under the Lanham Act. YETI's Trade Dress includes unique, distinctive, and non-functional designs. YETI's Trade Dress has acquired distinctiveness through YETI's extensive and continuous promotion and use of YETI's Trade Dress in the United States. Through that extensive and continuous use, YETI's Trade Dress has become a famous well-known indicator of the origin and quality of YETI's insulated drinkware products throughout the United States, and is widely recognized by the general consuming public as a designation of the source of YETI and YETI's insulated drinkware products. YETI's Trade Dress has also acquired substantial secondary meaning in the marketplace. Moreover, YETI's Trade Dress became famous and acquired this secondary meaning before Wal-Mart and Olympia commenced their unlawful use of YETI's Trade Dress in connection with the infringing products.

55. Wal-Mart's and Olympia's use of YETI's Trade Dress is likely to cause, and has caused, dilution of YETI's famous trade dress, at least by eroding the public's exclusive identification of YETI's famous Trade Dress with YETI and YETI's insulated drinkware products, by lessening the capacity of YETI's famous Trade Dress to identify and distinguish YETI's insulated drinkware products, by associating YETI's Trade Dress with products of inferior quality, and by impairing the distinctiveness of YETI's famous Trade Dress.

56. Wal-Mart's and Olympia's use of YETI's trade dress has caused, and, unless enjoined, will continue to cause, substantial and irreparable injury to YETI for which YETI has no adequate remedy at law, including at least substantial and irreparable injury to the goodwill and reputation for quality associated with YETI's Trade Dress with YETI and YETI's drinkware products.

57. On information and belief, Wal-Mart's and Olympia's use of YETI's Trade Dress has been intentional, willful, and malicious. Wal-Mart's and Olympia's bad faith is evidenced at

least by the similarity of the infringing products to YETI's Trade Dress, as demonstrated in, for example, Illustrations 2-7 above, and by Wal-Mart's and Olympia's continuing disregard for YETI's rights.

58. YETI is entitled to injunctive relief, and YETI is also entitled to recover at least Wal-Mart's and Olympia's profits, actual damages, enhanced profits and damages, costs, and reasonable attorney fees under at least 15 U.S.C. §§ 1125(c), 1116, and 1117.

Count VI:
Common Law Trade Dress Infringement

59. YETI realleges and incorporates the allegations set forth in paragraphs 1 through 57 as though fully set forth herein.

60. Wal-Mart's and Olympia's advertisements, promotions, offers to sell, sales, manufacture, importation and/or distribution of the infringing products, in direct competition with YETI, constitute common law trade dress infringement, at least because Wal-Mart's and Olympia's use of YETI's Trade Dress and/or colorable imitations thereof is likely to cause consumer confusion as to the origin and/or sponsorship/affiliation of the infringing products, at least by creating the false and misleading impression that the infringing products are manufactured by, authorized by, or otherwise associated with YETI.

61. YETI's Trade Dress is entitled to protection under the common law. YETI's Trade Dress includes unique, distinctive, and non-functional designs. YETI has extensively and continuously promoted and used its Trade Dress in the United States and the State of Texas. Through that extensive and continuous use, YETI's Trade Dress has become a well-known indicator of the origin and quality of YETI's insulated drinkware products. YETI's Trade Dress has also acquired substantial secondary meaning in the marketplace. Moreover, YETI's Trade Dress acquired this secondary meaning before Wal-Mart and Olympia commenced their unlawful use of YETI's Trade Dress in connection with the infringing products.

62. Wal-Mart's and Olympia's use of YETI's Trade Dress, and/or colorable imitations thereof has caused and, unless enjoined, will continue to cause substantial and

irreparable injury to YETI for which YETI has no adequate remedy at law, including at least substantial and irreparable injury to the goodwill and reputation for quality associated with YETI's Trade Dress with YETI and YETI's drinkware products.

63. On information and belief, Wal-Mart's and Olympia's use of YETI's Trade Dress and colorable imitations thereof has been intentional, willful, and malicious. Wal-Mart's and Olympia's bad faith is evidenced at least by the similarity of the infringing products to YETI's Trade Dress, as demonstrated in, for example, Illustrations 2-7 above, and by Wal-Mart's and Olympia's continuing disregard for YETI's rights.

64. YETI is entitled to injunctive relief, and YETI is also entitled to recover at least YETI's damages, Wal-Mart's and Olympia's profits, punitive damages, costs, and reasonable attorney fees.

Count VII:
Common Law Unfair Competition

65. YETI realleges and incorporates the allegations set forth in paragraphs 1 through 62 as though fully set forth herein.

66. Wal-Mart's and Olympia's advertisements, promotions, offers to sell, sales, manufacture, importation and/or distribution of the infringing products, in direct competition with YETI, constitute common law unfair competition, at least by palming off/passing off of Wal-Mart's and Olympia's goods, by simulating YETI's Trade Dress in an intentional and calculated manner that is likely to cause consumer confusion as to origin and/or sponsorship/affiliation of the infringing products, at least by creating the false and misleading impression that the infringing products are manufactured by, authorized by, or otherwise associated with YETI. Wal-Mart and Olympia have also interfered with YETI's business.

67. YETI's Trade Dress is entitled to protection under the common law. YETI's Trade Dress includes unique, distinctive, and non-functional designs. YETI has extensively and continuously promoted and used YETI's Trade Dress for years in the United States and the State of Texas. Through that extensive and continuous use, YETI's Trade Dress has become a well-

known indicator of the origin and quality of YETI's insulated drinkware products. YETI's Trade Dress has also acquired substantial secondary meaning in the marketplace. Moreover, YETI's Trade Dress acquired this secondary meaning before Wal-Mart and Olympia commenced their unlawful use of YETI's Trade Dress in connection with the infringing products.

68. Wal-Mart's and Olympia's use of YETI's Trade Dress has caused and, unless enjoined, will continue to cause substantial and irreparable injury to YETI for which YETI has no adequate remedy at law, including at least substantial and irreparable injury to the goodwill and reputation for quality associated with YETI's Trade Dress with YETI and YETI's drinkware products.

69. On information and belief, Wal-Mart's and Olympia's use of YETI's Trade Dress has been intentional, willful, and malicious. Wal-Mart's and Olympia's bad faith is evidenced at least by the similarity of the infringing products to YETI's Trade Dress, as demonstrated in, for example, Illustrations 2-7 above, and by Wal-Mart's and Olympia's continuing disregard for YETI's rights.

70. YETI is entitled to injunctive relief, and YETI is also entitled to recover at least YETI's damages, Wal-Mart's and Olympia's profits, punitive damages, costs, and reasonable attorney fees.

Count VIII:
Common Law Misappropriation

71. YETI realleges and incorporates the allegations set forth in paragraphs 1 through 68 as though fully set forth herein.

72. Wal-Mart's and Olympia's advertisements, promotions, offers to sell, sales, manufacture, importation and/or distribution of the infringing products, in direct competition with YETI, constitute common law misappropriation.

73. YETI created the products covered by YETI's Trade Dress through extensive time, labor, effort, skill, and money. Wal-Mart and Olympia have wrongfully used YETI's Trade Dress, and/or colorable imitations thereof in competition with YETI and gained a special

advantage because Wal-Mart and Olympia were not burdened with the expenses incurred by YETI. Wal-Mart and Olympia have commercially damaged YETI, at least by causing consumer confusion as to origin and/or sponsorship/affiliation of the infringing products, by creating the false and misleading impression that the infringing products are manufactured by, authorized by, or otherwise associated with YETI, and by taking away sales that YETI would have made.

74. YETI's Trade Dress is entitled to protection under the common law. YETI's Trade Dress includes unique, distinctive, and non-functional designs. YETI has extensively and continuously promoted and used YETI's Trade Dress for years in the United States and the State of Texas. Through that extensive and continuous use, YETI's Trade Dress has become a well-known indicator of the origin and quality of YETI's insulated drinkware products. YETI's Trade Dress has also acquired substantial secondary meaning in the marketplace. Moreover, YETI's Trade Dress acquired this secondary meaning before Wal-Mart and Olympia commenced their unlawful use of YETI's Trade Dress in connection with the infringing products.

75. Wal-Mart's and Olympia's use of YETI's Trade Dress has caused and, unless enjoined, will continue to cause substantial and irreparable commercial injury to YETI for which YETI has no adequate remedy at law, including at least substantial and irreparable injury to the goodwill and reputation for quality associated with YETI's Trade Dress with YETI and YETI's drinkware products. Moreover, as a result of its misappropriation, Wal-Mart and Olympia have profited and, unless such conduct is enjoined by this Court, will continue to profit by misappropriating the time, effort, and money that YETI invested in establishing the reputation and goodwill associated with YETI's Trade Dress with YETI and YETI's drinkware products.

76. Wal-Mart's and Olympia's misappropriation of YETI's Trade Dress has been intentional, willful, and malicious. Wal-Mart's and Olympia's bad faith is evidenced at least by the similarity of the infringing products to YETI's Trade Dress, as demonstrated in, for example, Illustrations 2-7 above, and by Wal-Mart's and Olympia's continuing disregard for YETI's rights.

77. YETI is entitled to injunctive relief, and YETI is also entitled to recover at least YETI's damages, Wal-Mart's and Olympia's profits, punitive damages, costs, and reasonable attorney fees.

Count IX:
Unjust Enrichment

78. YETI realleges and incorporates the allegations set forth in paragraphs 1 through 75 as though fully set forth herein.

79. Wal-Mart's and Olympia's advertisements, promotions, offers to sell, sales, manufacture, importation and/or distribution of the infringing products, in direct competition with YETI, constitute unjust enrichment, at least because Wal-Mart and Olympia have wrongfully obtained benefits at YETI's expense. Wal-Mart and Olympia have also, *inter alia*, operated with an undue advantage.

80. YETI created the products covered by YETI's Trade Dress through extensive time, labor, effort, skill, and money. Wal-Mart and Olympia have wrongfully used and are wrongfully using YETI's Trade Dress, and/or colorable imitations thereof, in competition with YETI, and has gained and is gaining a wrongful benefit by undue advantage through such use. Wal-Mart and Olympia have not been burdened with the expenses incurred by YETI, yet Wal-Mart and Olympia are obtaining the resulting benefits for its own business and products.

81. YETI's Trade Dress is entitled to protection under the common law. YETI's Trade Dress includes unique, distinctive, and non-functional designs. YETI has extensively and continuously promoted and used YETI's Trade Dress for years in the United States and the State of Texas. Through that extensive and continuous use, YETI's Trade Dress has become a well-known indicator of the origin and quality of YETI's insulated drinkware products. YETI's Trade Dress has also acquired substantial secondary meaning in the marketplace. Moreover, YETI's Trade Dress acquired this secondary meaning before Wal-Mart and Olympia commenced their unlawful use of YETI's Trade Dress and colorable imitations thereof in connection with the infringing products.

82. Wal-Mart's and Olympia's use of YETI's Trade Dress, and/or colorable imitations thereof, has caused and, unless enjoined, will continue to cause substantial and irreparable commercial injury to YETI for which YETI has no adequate remedy at law, including at least substantial and irreparable injury to the goodwill and reputation for quality associated with YETI's Trade Dress with YETI and YETI's drinkware products. YETI accumulated this goodwill and reputation through extensive time, labor, effort, skill, and investment. Wal-Mart and Olympia have wrongfully obtained and are wrongfully obtaining a benefit at YETI's expense by taking undue advantage and free-riding on YETI's efforts and investments, and enjoying the benefits of YETI's hard-earned goodwill and reputation.

83. Wal-Mart's and Olympia's unjust enrichment at YETI's expense has been intentional, willful, and malicious. Wal-Mart's and Olympia's bad faith is evidenced at least by the similarity of the infringing products to YETI's Trade Dress, as demonstrated in, for example, Illustrations 2-7 above, and by Wal-Mart's and Olympia's continuing disregard for YETI's rights.

84. YETI is entitled to injunctive relief, and YETI is also entitled to recover at least Wal-Mart's and Olympia's profits.

Demand for Jury Trial

85. YETI hereby demands a jury trial on all issues so triable.

Relief Sought

WHEREFORE, Plaintiff respectfully prays for:

1. Judgment that Wal-Mart and Olympia have (i) diluted YETI's Trade Dress in violation of Tex. Bus. & Com. Code § 16.103; (ii) infringed the '397 patent in violation of § 271 of Title 35 in the United States Code; (iii) infringed YETI's Trade Dress in violation of § 1125(a) of Title 15 in the United States Code; (iv) engaged in unfair competition and false designation of origin in violation of § 1125(a) of Title 15 in the United States Code; (v) diluted YETI's Trade Dress in violation of § 1125(c) of Title 15 in the United States Code; (vi) violated

YETI's common law rights in YETI's Trade Dress; (vii) engaged in common law unfair competition; (viii) engaged in common law misappropriation; and (ix) been unjustly enriched at YETI's expense, and that these wrongful activities by Wal-Mart were willful;

2. An injunction against further infringement of the '397 patent, further infringement and dilution of YETI's Trade Dress, further acts of unfair competition, misappropriation, and unjust enrichment by Wal-Mart and Olympia, and each of its agents, employees, servants, attorneys, successors and assigns, and all others in privity or acting in concert with any of them, including at least from selling, offering to sell, distributing, importing, or advertising the infringing products, or any other products that use a copy, reproduction, or colorable imitation of the '397 patent or YETI's Trade Dress, pursuant to at least 35 U.S.C. § 283, 15 U.S.C. § 1116 and Tex. Bus. & Com. Code § 16.104;

3. An Order directing Wal-Mart and Olympia to recall all infringing products sold and/or distributed and provide a full refund for all recalled infringing products;

4. An Order directing the destruction of (i) all infringing products, including all recalled infringing products, (ii) any other products that use a copy, reproduction, or colorable imitation of YETI's Trade Dress in Wal-Mart's and Olympia's possession or control, (iii) all plates, molds, and other means of making the infringing products in Wal-Mart's and Olympia's possession, custody, or control, and (iv) all advertising materials related to the infringing products in Wal-Mart's and Olympia's possession, custody, or control, including on the Internet, pursuant to at least 15 U.S.C. § 1118;

5. An Order directing Wal-Mart and Olympia to publish a public notice providing proper attribution of YETI's Trade Dress to YETI, and to provide a copy of this notice to all customers, distributors, and/or others from whom the infringing products are recalled;

6. An Order barring importation of the infringing products and/or colorable imitations thereof into the United States, and barring entry of the infringing products and/or colorable imitations thereof into any customhouse of the United States, pursuant to at least 15 U.S.C. § 1125(b);

7. An award of damages adequate to compensate YETI for the patent infringements that have occurred pursuant to 35 U.S.C. § 284, or an award of Wal-Mart's and Olympia's profits from their patent infringements pursuant to 35 U.S.C. § 289, whichever is greater, together with prejudgment interest and costs and reasonable attorney fees, pursuant to 35 U.S.C. §§ 284 and 285;

8. An award of Wal-Mart's and Olympia's profits, YETI's actual damages, enhanced damages, exemplary damages, costs, prejudgment and post judgment interest, and reasonable attorney fees pursuant to at least 15 U.S.C. §§ 1125(a), 1125(c), 1116, and 1117 and Tex. Bus. & Com. Code § 16.104; and

9. Such other and further relief as this Court deems just and proper.

Dated: May 23, 2016

Respectfully submitted,

By: 

Kevin J. Meek

Texas Bar No. 13899600

kevin.meek@bakerbotts.com

Joseph Gray

Texas Bar No. 24045970

joseph.gray@bakerbotts.com

Baker Botts L.L.P.

98 San Jacinto Blvd., Suite 1500

Austin, Texas 78701

Telephone: (512) 322-5471

Facsimile: (512) 322-3622

Joseph J. Berghammer (admitted *pro hac vice*)

Illinois Bar No. 6273690

jberghammer@bannerwitcoff.com

Marc S. Cooperman (admitted *pro hac vice*)

Illinois Bar No. 6201035

mcooperman@bannerwitcoff.com

Sean J. Jungels (admitted *pro hac vice*)

Illinois Bar No. 6303636

sjungels@bannerwitcoff.com

Banner & Witcoff, Ltd.

Ten South Wacker Drive

Suite 3000

Chicago, IL 60606-7407

Telephone: (312) 463-5000

Facsimile: (312) 463-5001


ATTORNEYS FOR YETI COOLERS, LLC

CERTIFICATE OF SERVICE

I hereby certify that on May 23, 2016, I caused the foregoing document to be served on Defendant as follows:

Via Certified Mail, Return Receipt Requested

Wal-mart Stores, Inc.
702 S.W. 8th Street
Bentonville, Arkansas, 72716



Kevin J. Meek